

ORIGINAL

CADES SCHUTTE
A Limited Liability Law Partnership

JEFFREY S. PORTNOY 1211-0
CALVERT G. CHIPCHASE 7757-0
1000 Bishop Street, Suite 1200
Honolulu, Hawai'i 96813
Telephone: (808) 521-9200
Facsimile: (808) 521-9210
E-mail: *jportnoy@cades.com*
cchipchase@cades.com

Attorneys for UNITY HOUSE,
INCORPORATED

UNITED STATES DISTRICT COURT
DISTRICT OF HAWAII

UNITED STATES OF AMERICA,

Plaintiff,

v.

AARON A. RUTLEDGE, ANTHONY
A. RUTLEDGE, SR., a/k/a "TONY"
RUTLEDGE, STAR-BEACHBOYS,
INC.,

Defendants.

Criminal No. 02-00438 DAE

**UNITY HOUSE,
INCORPORATED'S PARTIAL
OBJECTION TO STIPULATED
[PROPOSED] ORDER
DISCHARGING THE RECEIVER,
FILED JUNE 5, 2006**

CERTIFICATE OF SERVICE

FILED IN THE
UNITED STATES DISTRICT COURT
DISTRICT OF HAWAII

JUN 22 2006

at 3 o'clock and 20 min
SUE BEITIA, CLERK

**UNITY HOUSE, INCORPORATED'S
PARTIAL OBJECTION TO THE STIPULATED [PROPOSED]
ORDER DISCHARGING THE RECEIVER FILED JUNE 5, 2006**

Unity House, Incorporated, ("Unity House") objects to the following provision contained in the Stipulated [Proposed] Order Discharging the Receiver, filed June 5, 2006 (the "Order"):

8. In accordance with this Court's previous orders herein, Unity House, Inc., shall pay the invoices of the attorneys retained by the Receiver for services rendered up to and including the Effective Date.

(Order at 4.)

Unity House requests that the Order be clarified to reflect Unity House's right to audit any invoices submitted by the attorneys retained by the Receiver. An audit of the invoices is necessary to ensure that the fees charged are reasonable.

Unity House intends to submit any invoices to

Jim Schratz & Associates
Gatehouse
15290 Burbank Drive
Glen Ellen, California 95442

The audit will be conducted promptly and all reasonable charges will be paid.

DATED: Honolulu, Hawai'i, June 22, 2006.

CADES SCHUTTE
A Limited Liability Law Partnership

A handwritten signature in dark ink, appearing to read "Jeffrey S. Portnoy", is written over a horizontal line.

JEFFREY S. PORTNOY
CALVERT G. CHIPCHASE
Attorneys for UNITY HOUSE,
INCORPORATED

UNITED STATES DISTRICT COURT
DISTRICT OF HAWAI'I

UNITED STATES OF AMERICA,

Plaintiff,

v.

AARON A. RUTLEDGE, ANTHONY
A. RUTLEDGE, SR., a/k/a "TONY"
RUTLEDGE, STAR-BEACHBOYS,
INC.,

Defendants.

Criminal No. 02-00438 DAE

CERTIFICATE OF SERVICE

CERTIFICATE OF SERVICE

The undersigned hereby certifies that on this date, a true and correct copy of
Unity House, Incorporated's Partial Objection to the Stipulated [Proposed] Order
Discharging the Receiver, filed June 5, 2006, was served by U.S. mail, postage
prepaid, on the following at their last know addresses:

BRIAN D. BOYLE
U.S. Department of Justice
Principal Deputy Associate AG
950 Pennsylvania Avenue, NW, Room 5706
Washington, DC 20530

And

PATRICK T. MURPHY
U.S. Department of Justice
Criminal Division
1400 New York Avenue, NW
Washington, DC 20005

And

EDWARD E. GROVES
EDMUND P. POWER
U.S. Department of Justice
Tax Division
950 Pennsylvania Avenue, NW, Room 4132
Washington, DC 20530

And

EDWARD H. KUBO, JR.
FLORENCE T. NAKAKUNI
Office of the United States Attorney
Prince Kuhio Federal Building
300 Ala Moana Blvd., Suite 6100
Honolulu, Hawaii 96850

Attorneys for Plaintiff
UNITED STATES OF AMERICA

MICHAEL JAY GREEN
Queen Street Building
345 Queen Street, 2nd Floor
Honolulu, Hawaii 96813

And

BRIAN J. DE LIMA
Crudele & De Lima
Hilo Lagoon Centre, Suite 133
101 Aupuni Street
Hilo, Hawaii 96720

Attorneys for Defendant
AARON A. RUTLEDGE

BRIAN S. SUN
JEFFREY M. RAWITZ
FREDERICK L. McKNIGHT
JOHN D. CLINE
Jones Day
555 S. Flower Street, 50th Floor
Los Angeles, California 90071

And

K.C. MAXWELL
Jones Day
555 California Street, 26th Floor
San Francisco, California 94104-1500

And

WILLIAM C. McCORRISTON
PAUL B.K. WONG
McCorriston Miller Mukai MacKinnon
Five Waterfront Plaza
500 Ala Moana Blvd., Suite 400
Honolulu, Hawaii 96813

Attorneys for Defendant
ANTHONY A. RUTLEDGE, SR.

DAVID J. GIERLACH
Five Waterfront Plaza
500 Ala Moana Blvd., Suit 330
Honolulu, Hawaii 96813

And

VICTOR SHERMAN
Sherman & Sherman
2115 Main Street
Santa Monica, California 90405

And

DENNIS E.W. O'CONNOR, JR.
Reinwald O'Connor & Playdon
Pacific Guardian Center, Makai Tower
733 Bishop Street, 24th Floor
Honolulu, Hawaii 96813

Attorneys for Defendant
STAR-BEACHBOYS, INC.

CHRISTOPHER J. MUZZI
RENEE M. FURUTA
ROGER S. MOSELEY
Moseley Biehl Tsugawa Lau & Muzzi
Alakea Corporate Tower
1100 Alakea Street, 23rd Floor
Honolulu, Hawaii 96813

And

SCOTT D. RADOVICH
Schneider Tanaka Radovich Andrew & Tanaka
Alakea Corporate Tower
1100 Alakea Street, Suite 2100
Honolulu, Hawaii 96813

Attorneys for Movant
DOUGLAS HIMMELFARB

ERIC A. SEITZ
Haseko Center
820 Mililani Street, Suite 714
Honolulu, Hawaii 96813

Attorney for the UNITY HOUSE, INC.,
BOARD OF DIRECTORS (Anthony
Rutledge, Jr., Arlene Ilae, Randall Harakal,
Bob Fishman, Randy Borges, Berna Iosua,
Michael Green, Norberto Castillo, Sonny
Dudoit, James Boersema, Mel Kahele, Juliet
Spencer)

BROOK HART
333 Queen Street, Suite 610
Honolulu, Hawaii 96813

And

FRED H. ALTSHULER
Altshuler Berzon Nussbaum Rubin & Demain
177 Post Street, Suite 300
San Francisco, California 94108

Attorneys for UNITY HOUSE, INC., in
Receivership

RANDALL HAKAKAL
Unity House, Incorporated
1701 Ala Wai Blvd.
Honolulu, Hawaii 96815

Senior Vice President and Treasurer, UNITY
HOUSE, INCORPORATED

ANTHONY RUTLEDGE, JR.
Unity House, Incorporated
1701 Ala Wai Blvd.
Honolulu, Hawaii 96815

President, UNITY HOUSE, INC., BOARD OF
DIRECTORS

KEITH HIRAOKA
Roeca Louie & Hiraoka
900 Davies Pacific Center
841 Bishop Street, Suite 900
Honolulu, Hawaii 96813

Attorney for ARLENE ILAE

JOHN D. MARSHALL
Nagle & Marshall
Three Waterfront Plaza
500 Ala Moana Blvd., Suite 450
Honolulu, Hawaii 96813

Attorney for AOA PAT'S AT PUNALUU

COREY Y.S. PARK
Park Johnson Park & Niles
American Savings Bank Tower
1001 Bishop Street, Suite 1300
Honolulu, Hawaii 96813

Attorney for AOA HANO HANO HALE and
BANK OF HAWAII INSURANCE
SERVICES, INC.

JONATHAN S. DURRETT
Stubenberg & Durrett
Davies Pacific Center
841 Bishop Street, Suite 2115
Honolulu, Hawaii 96813

Attorney for HANO HANO ENTERPRISES,
INC. and HANO HANO FAMILY, INC.

WILLIAM J. GILARDY, JR.
1620 Ala Moana Blvd., Suite 510
Honolulu, Hawaii 96815

Attorney for SARAI ANN KALAI
HONO HANO VAHEY

GRANT K. KIDANI
ALAN LING WONG
Kidani Law Center
233 Merchant Street, Suite 300
Honolulu, Hawaii 96813-2995

Attorneys for RUDY TAM

MARK T. SHKLOV
Shklov Berman & O'Connor
American Savings Bank Tower
1001 Bishop Street, Suite 2800
Honolulu, Hawaii 96813

Attorney for CHABAD LUBAVITCH OF
HAWAII, INC.

J. PATRICK GALLAGHER
Henderson Gallagher & Kane
Topa Financial Center
745 Fort Street, Suite 1550
Honolulu, Hawaii 96813

Attorney for NATIONAL UNION FIRE
INSURANCE CO. OF PITTSBURGH, PA.

MAY FERGUSON
Revenue Agent
Internal Revenue Service
4330 Watt Avenue
Sacramento, California 95821

JANN TOMPKINS
Special Agent
Asset Forfeiture Coordinator
International Revenue Service
915 Second Avenue, Room 3250
Seattle, Washington 98174

T. ANTHONY GILL
DAVID A. SGAN
WADE C. ZUKERAN
Gill & Zukeran
Ocean View Center
707 Richard Street, Suite 100
Honolulu, Hawaii 96813-4693

Attorneys for the *Aarona* Plaintiffs (KALEO
AARONA, LUANNE FUJINAKA, STELLA
GALON, ERIC GILL, BRIAN GOO,
GODFREY MAESHIRO, DOMINADOR
MOLINA, ROBIN MURAYAMA, TAMMY
OMOSO, ILIA PATLIDZANOV, BRUCE
ROBERTSON, MARIA SALANTES,
WILLIAM SIMON, HERNANDO TAN, LOIS
TANAKA, and UNITE HERE LOCAL 5,
AFL-CIO)

CRAIG K. HIRAI
Bowen Hunsaker Hirai
Pacific Guardian Center, Makai Tower
733 Bishop Street, Suite 2020
Honolulu, Hawaii 96813

And

HOWARD GLICKSTEIN
345 Queen Street, Suite 200
Honolulu, Hawaii 96813

And

STEVEN M. EGESDAL
Carlsmith Ball LLP
American Savings Bank Tower
1001 Bishop Street, Suite 220
Honolulu, Hawaii 96813

And

WALTER BEH, II
JASON TANI
DEVON PETERSON
Rush Moore LLP
Pacific Guardian Center
Mauka Tower, Suite 2400
737 Bishop Street
Honolulu, Hawaii 96813

And

PHILIP R. BROWN
Pauahi Tower, Suite 2005
1001 Bishop Street
Honolulu, Hawaii 96813

Attorneys for UNITY HOUSE, INC., in
Receivership

KENT D. PELT
Fidelity National Title & Escrow of Hawaii, Inc.
201 Merchant Street, Suite 2100
Honolulu, Hawaii 96813

Vice President, Title Operations Manager and
General Counsel, FIDELITY NATIONAL
TITLE & ESCROW OF HAWAII, INC.

DENNIS ENOMOTO
PY, INC.
765 Amana Street, Suite 500
Honolulu, Hawaii 96814

DATED: Honolulu, Hawai'i, June 22, 2006.

CADES SCHUTTE
A Limited Liability Law Partnership

A handwritten signature in black ink, appearing to read "Jeffrey S. Portnoy", is written over a horizontal line.

JEFFREY S. PORTNOY
CALVERT G. CHIPCHASE
Attorneys for UNITY HOUSE,
INCORPORATED